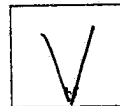


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-03551A
Virgin Mountain Utilities Company
PO Box 668
Beaver Dam, AZ 85432

RECEIVED

APR 1 6 2010

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2009 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 04 | 09 |
|--------|----|

5-11-10

V

COMPANY INFORMATION

| | | |
|--|--|---|
| Company Name (Business Name) <u>Virgin Mountain Utilities Company, Inc.</u> | | |
| Mailing Address <u>P.O. BOX 668</u> | | |
| <u>Beaver Dam</u> (City) | <u>AZ</u> (State) | <u>86432</u> (Zip) |
| <u>928-347-5515</u> Telephone No. (Include Area Code) | <u>928-347-0117</u> Fax No. (Include Area Code) | <u>435-229-2331</u> Cell No. (Include Area Code) |
| Email Address <u>stoddard@rconnects.com</u> | | |
| Local Office Mailing Address <u>same as above</u> | | |
| <div style="display: flex; justify-content: space-between;"><div>(City)</div><div>(State)</div><div>(Zip)</div></div> | | |
| <div style="display: flex; justify-content: space-between;"><div>Local Office Telephone No. (Include Area Code)</div><div>Fax No. (Include Area Code)</div><div>Cell No. (Include Area Code)</div></div> | | |
| Email Address _____ | | |

MANAGEMENT INFORMATION

| | | | |
|---|--|---|-----------------------|
| <input type="checkbox"/> Regulatory Contact: | | | |
| <input checked="" type="checkbox"/> Management Contact: <u>Tom Stoddard</u> <u>Manager</u> | | | |
| <div style="display: flex; justify-content: space-between;"><div>(Name)</div><div>(Title)</div></div> | | | |
| <u>39 Virgin Mtn. Drive</u> (Street) | <u>Beaver Dam</u> (City) | <u>AZ</u> (State) | <u>86432</u> (Zip) |
| <u>928-347-5515</u> Telephone No. (Include Area Code) | <u>928-347-0117</u> Fax No. (Include Area Code) | <u>435-229-2331</u> Cell No. (Include Area Code) | |
| Email Address <u>tstoddard@rconnects.com</u> | | | |
| On Site Manager: <u>same as above</u> | | | |
| <div style="display: flex; justify-content: space-between;"><div>(Name)</div><div>(Street)</div><div>(City)</div><div>(State)</div><div>(Zip)</div></div> | | | |
| <div style="display: flex; justify-content: space-between;"><div>Telephone No. (Include Area Code)</div><div>Fax No. (Include Area Code)</div><div>Cell No. (Include Area Code)</div></div> | | | |
| Email Address _____ | | | |

✓

Statutory Agent: Patrick J. Black
(Name)

3003 North Central Avenue suite 2000, Phoenix, AZ 85012
(Street) (City) (State) (Zip)

602-916-5400 602-916-5600
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: same as above
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Virgin Mountain Utilities Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|-----------|---|-------------------|-----------------------------|----------------------------|
| 301 | Organization | 8,590 | - 0 - | - - - |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 2739 | - 0 - | - - - |
| 304 | Structures and Improvements | | | |
| 307 | Wells and Springs | 4,143.9 | 3.33 | 1,379.92 |
| 311 | Pumping Equipment | 16,744 | 12.50 | 2,093.00 |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes ^{STORAGE} _{PRESSURE} | 15,924 14,739 | 2.22 5.00 | 3,536.3 736.95 |
| 331 | Transmission and Distribution Mains | 40,262.2 | 2.00 | 8,052.44 |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 502,802 | | 12,615.94 |

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME Virgin Mountain Utilities Company

BALANCE SHEET

| Acct No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|----------|---|------------------------------|------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 1772 | \$ 320.71 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | 1,1262 | - |
| 141 | Customer Accounts Receivable | 560 | 855.88 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | 400 | 400.00 |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 13994 | \$ 1176.59 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 502,802 | \$ 502,802.00 |
| 103 | Property Held for Future Use | 25,000 | 25,000.00 |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation - Utility Plant | < 411,427 | < 537,579.47 |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation - Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 486,660 | \$ 1474,44.06 |
| | TOTAL ASSETS | \$ 500654. | \$ 475'220.65 |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

Virgin Mountain Utilities Company

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ - 0 - | \$ - 0 - |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | 4,467 | 3,891.49 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 4,467 | \$ 3,891.49 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ | \$ |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | 299,455 | 298,750.55 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | | |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ 299,455 | \$ 298,750.55 |
| | TOTAL LIABILITIES | \$ 344,122 | \$ 337,661.54 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | 510,969 | 474,040.71 |
| 215 | Retained Earnings | 447,277 | 325,866.60 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ 466,242 | \$ 441,454.11 |
| | TOTAL LIABILITIES AND CAPITAL | \$ 500,654 | \$ 475,220.65 |

COMPANY NAME Virgin Mountain Utilities Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|-----------|---|------------|---------------|
| 461 | Metered Water Revenue | \$ 36983 | \$ 42216.59 |
| 460 | Unmetered Water Revenue | - 0 - | + 0 - |
| 474 | Other Water Revenues | 450 | 1350.10 |
| | TOTAL REVENUES | \$ 37433 | \$ 43566.59 |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ 13572 | \$ 29510.67 |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 3041 | 2462.37 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 3173 | 4962.70 |
| 621 | Office Supplies and Expense | 645 | 2129.92 |
| 630 | Outside Services | 6640 | 13639.53 |
| 635 | Water Testing | 2105 | 1552.42 |
| 641 | Rents | | 500.00 |
| 650 | Transportation Expenses | 1800 | 3702.28 |
| 657 | Insurance - General Liability | 1748 | 2277.75 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense - Rate Case | | |
| 675 | Miscellaneous Expense | 2092 | 946.31 |
| 403 | Depreciation Expense | 10209 | 12615.94 |
| 408 | Taxes Other Than Income | 1874 | 1386.49 |
| 408.11 | Property Taxes | 619 | 542.02 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 47518 | \$ 76429.40 |
| | OPERATING INCOME/(LOSS) | \$ 10085 | \$ 132862.817 |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ 627 | \$ 298.27 |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | 22.06 |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ 627 | \$ 276.21 |
| | NET INCOME/(LOSS) | \$ 19458 | \$ 132586.60 |

COMPANY NAME Virgin Mountain Utilities Company

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|---------|---------|---------|---------|
| Date Issued | | | | |
| Source of Loan | | | | |
| ACC Decision No. | | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$ | \$ | \$ | \$ |
| Amount Outstanding | \$ | \$ | \$ | \$ |
| Date of Maturity | | | | |
| Interest Rate | % | % | % | % |
| Current Year Interest | \$ | \$ | \$ | \$ |
| Current Year Principle | \$ | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End \$ - 0 -

Meter Deposits Refunded During the Test Year \$ - 0 -

| | | | |
|-----------------|-----------------------------------|--|--|
| COMPANY NAME | Virgin Mountain Utilities Company | | |
| Name of System: | ADEQ Public Water System Number: | | |

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-55309 | 7.5 | 70 | 300' | 8" | 2" | 1996 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| None | | |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 7.5 | 2 | | |
| | | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|--------------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 25,000 | 2 | 10/33 Gal/drawdown | 10 |
| | | | |
| | | | |

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | | |
|-----------------|-----------------------------------|----------------------------------|
| COMPANY NAME | Virgin Mountain Utilities Company | |
| Name of System: | | ADEQ Public Water System Number: |

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|-----------------|------------------|
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |
| 6 | C-900 Class 150 | 17,740 |
| 8 | | |
| 10 | C-900 Class 150 | 6,920 |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

1 - close Injector Pump + Tank

STRUCTURES:

14x20 Pump Building

OTHER:

8" Standpipe
1 ± acre of land

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | |
|-----------------|----------------------------------|
| COMPANY NAME: | |
| Name of System: | ADEQ Public Water System Number: |

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY | 68 | 40,247 | 40,238 | |
| FEBRUARY | 68 | 38,434 | 39,871 | |
| MARCH | 69 | 50,770 | 51,109 | |
| APRIL | 69 | 74,970 | 74,491 | |
| MAY | 68 | 99,350 | 1,011,279 | |
| JUNE | 68 | 98,380 | 99,561 | |
| JULY | 68 | 100,210 | 1,021,486 | |
| AUGUST | 68 | 104,110 | 1,061,238 | |
| SEPTEMBER | 67 | 79,321 | 80,262 | |
| OCTOBER | 67 | 65,880 | 66,992 | |
| NOVEMBER | 68 | 46,080 | 46,491 | |
| DECEMBER | 67 | 42,420 | 43,271 | |
| TOTALS → | | 840,262 | 851,289 | |

What is the level of arsenic for each well on your system? 8.8 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

| | |
|--|----------------------------------|
| COMPANY NAME: <u>Virgin Mountain Utilities Company</u> | |
| Name of System: | ADEQ Public Water System Number: |

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|-----------|---|--|-------|
| JANUARY | | | |
| FEBRUARY | | | |
| MARCH | | | |
| APRIL | | | |
| MAY | | | |
| JUNE | | | |
| JULY | | | |
| AUGUST | | | |
| SEPTEMBER | | | |
| OCTOBER | | | |
| NOVEMBER | | | |
| DECEMBER | | | |
| TOTALS → | | | |

OTHER (description):

COMPANY NAME Virgin Mountain Utilities Company YEAR ENDING 12/31/2009

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: \$ 560.08

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

| |
|---------------------------------------|
| COUNTY OF (COUNTY NAME) |
| <u>Mohave</u> |
| NAME (OWNER OR OFFICIAL) TITLE |
| <u>Thomas G. Steadwell, Secretary</u> |
| COMPANY NAME |
| <u>Virgin Mt. Utilities, Co</u> |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12 | 31 | 2009 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Thomas G. Steadwell

SIGNATURE OF OWNER OR OFFICIAL

728-347-5515

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

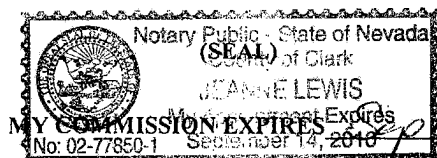
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF

| | | |
|-------------|--------------|-------------|
| COUNTY NAME | <u>CLARK</u> | |
| MONTH | <u>April</u> | <u>2010</u> |



Jeanne Lewis

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Virgin Mountain Utilities Company YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported -0-
Estimated or Actual Federal Tax Liability -0-

State Taxable Income Reported -0-
Estimated or Actual State Tax Liability -0-

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances -0-
Amount of Gross-Up Tax Collected -0-
Total Grossed-Up Contributions/Advances -0-

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/15/2010
DATE

TOM STODDARD
PRINTED NAME

MANAGER
TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED
VER 14-200
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

| |
|-------------------------------------|
| COUNTY OF (COUNTY NAME) |
| <u>MOHAVE</u> |
| NAME (OWNER OR OFFICIAL) TITLE |
| <u>TOM STODDEN</u> |
| COMPANY NAME |
| <u>VIRGIN MOUNTAIN UTILITIES CO</u> |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2009 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 43,573.10

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ -0-

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Thomas G. Stodden
SIGNATURE OF OWNER OR OFFICIAL
1-928-347-5515
TELEPHONE NUMBER

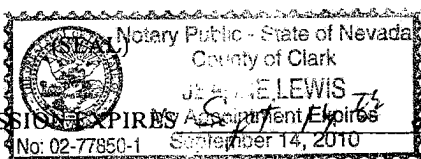
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14th DAY OF

| | |
|--------------|--------------|
| COUNTY NAME | |
| <u>CLARK</u> | |
| MONTH | <u>April</u> |
| | <u>2010</u> |

MY COMMISSION EXPIRES September 14, 2010
No. 02-77850-1



Jeanne Lewis
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 1 2010

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|--|-------------------------|
| COUNTY OF (COUNTY NAME) <u>MOHAVE</u> | |
| NAME (OWNER OR OFFICIAL) <u>TOM STEDDARD</u> | TITLE <u>MANAGER</u> |
| COMPANY NAME <u>VIRGIN MOUNTAIN UTILITIES CO.</u> | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-----------|-----------|-------------|
| MONTH | DAY | YEAR |
| <u>12</u> | <u>31</u> | <u>2009</u> |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 43573.10

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ -0-
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Thomas G. Steddard
SIGNATURE OF OWNER OR OFFICIAL

928-347-5515
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

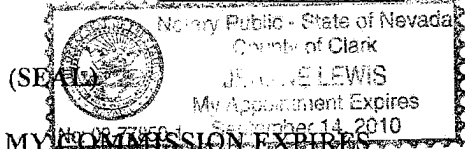
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF

| | |
|---|-------------|
| NOTARY PUBLIC NAME <u>Jeanne Lewis</u> | |
| COUNTY NAME <u>CLARK</u> | |
| MONTH <u>April</u> | <u>2010</u> |



Jeanne Lewis
SIGNATURE OF NOTARY PUBLIC

| PAYEE INFORMATION | | | | | | ID DESCRIPTION / NO. | | | | | |
|-------------------------|-----------------|-----|-----------|-----------------|--------|---|---------------|--------------|-------------------|-------------------|--|
| MOHAVE COUNTY TREASURER | | | | | | <input type="checkbox"/> BADGE <input type="checkbox"/> DRIVERS LICENSE <input type="checkbox"/> OTHER <input checked="" type="checkbox"/> PERSONAL <input type="checkbox"/> MULTI-TRAN | | | | | |
| | | | | | | MEMBER NAME | | | | | |
| | | | | | | VIRGIN MOUNTAIN | | | | | |
| | | | | | | | | | | | |
| DATE | ACCOUNT NO | SFX | TRAN CODE | AMOUNT OF CHECK | FEE | BALANCE | FREQ | METHOD | CHECK PREPARED BY | | |
| 03/24/09 | XXXXXXX4660 | 009 | | \$560.08 | \$0.00 | | | | 039 021 JE | | |
| MO. PAYMENT | NEW NOTE NUMBER | SFX | LOAN TYPE | RATE | DI | AGREED PAYMENT | PAYMENT INDEX | PUR-SEC CODE | AMOUNT OF LOAN | CHECK RECEIVED BY | |
| | | | | | | | | | | | |

Beginning Balance: \$~~560.08~~

Withdrawal Amount: \$560.08

Fee: \$0.00

Withholding: \$0.00

Cash Adv Fee: \$0.00

Ending Balance (Checking): \$~~560.08~~

IMPORTANT NOTICE:
HANDLE THIS CHECK
AS YOU WOULD CASH.
 You cannot place a "Stop Payment" on this check. There are limited situations in which this check can be replaced if it is lost, stolen or destroyed.

DETACH AND RETAIN FOR YOUR RECORDS



America First Federal Credit Union
 P.O. Box 9199 • Ogden, Utah 84409



OFFICIAL CHECK

Cashier's Check

5-709
110

Nº 039025428

DATE 03/24/09

Void After 90 Days

PAY Five Hundred Sixty Dollars And Eight Cents

TO
THE
ORDER
OF

MOHAVE COUNTY TREASURER

\$560.08
 FIVE HUNDRED SIXTY DOLLARS AND EIGHT CENTS

Drawer: Travelers Express Co. Inc.
 P.O. Box 9476 Minneapolis MN 55480
 Drawee: Boston Safe Deposit & Trust Co. Boston, Mass.

MEMO: _____

⑈039025428⑈ ⑈011007092⑈0140011149808⑈